

CITY OF ANNAPOLIS, MARYLAND
STATEMENT OF NET ASSETS
June 30, 2003

Exhibit 1

	Governmental Activities	Business-type Activities	Total
ASSETS			
Current Assets			
Cash and cash equivalents	\$ 18,632,395	9,050,834	\$ 27,683,229
Investments	9,808,029	-	9,808,029
Receivables, net of allowances for bad debts	2,248,851	3,473,277	5,722,128
Internal balances	2,487,191	(2,487,191)	-
Inventories	126,206	133,819	260,025
Prepaid items	67,293	-	67,293
Total Current Assets	<u>33,369,965</u>	<u>10,170,739</u>	<u>43,540,704</u>
Noncurrent Assets			
Restricted water and sewer capital facility assessments	-	5,892,325	5,892,325
Net capital assets	27,546,623	44,439,409	71,986,032
Total Noncurrent Assets	<u>27,546,623</u>	<u>50,331,734</u>	<u>77,878,357</u>
Total assets	<u>\$ 60,916,588</u>	<u>60,502,473</u>	<u>121,419,061</u>
LIABILITIES			
Current Liabilities			
Accounts payable	\$ 1,664,245	583,479	2,247,724
Accrued payables and other liabilities	1,823,282	603,283	2,426,565
Obligation for vacation benefits	1,774,526	346,420	2,120,946
Deferred revenue	480,816	482,392	963,208
Escrowed funds	3,494,854	-	3,494,854
Current portion long term debt	1,818,660	1,897,220	3,715,880
Total Current Liabilities	<u>11,056,383</u>	<u>3,912,794</u>	<u>14,969,177</u>
Noncurrent Liabilities			
Obligation for vacation benefits, net of current portion	-	-	-
Unearned water and sewer capital facility assessments	-	5,892,325	5,892,325
Long-term debt, net of current portion	19,826,146	21,504,096	41,330,242
Total Noncurrent Liabilities	<u>19,826,146</u>	<u>27,396,421</u>	<u>47,222,567</u>
Total liabilities	<u>30,882,529</u>	<u>31,309,215</u>	<u>62,191,744</u>
NET ASSETS			
Invested in capital assets, net of related debt	\$ 5,901,817	21,038,093	26,939,910
Restricted for:			
Capital projects	8,919,765	-	8,919,765
Capital improvement plan	6,344,000	-	6,344,000
Self insurance	499,150	-	499,150
Other purposes	-	-	-
Unrestricted	<u>8,369,327</u>	<u>8,155,165</u>	<u>16,524,492</u>
Total net assets	<u>30,034,059</u>	<u>29,193,258</u>	<u>59,227,317</u>
Total liabilities and net assets	<u>\$ 60,916,588</u>	<u>60,502,473</u>	<u>\$ 121,419,061</u>

The accompanying notes to the financial statements
are an integral part of this statement.